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Turkish Scrap

Turkish deepsea import ferrous scrap prices increased further Dec. 4, as a recent US-origin deal at a higher price was considered repeatable by market participants on the day. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$413/mt CFR Dec. 4, up \$5/mt on the day. A US-origin deal was confirmed as booked by a Samsun mill on Dec. 1, with HMS 1/2 (80:20) at \$415/mt CFR, and shredded and bonus scrap at \$435/mt CFR, which market participants largely considered repeatable on the day. Platts normalized the deal to a premium HMS 1/2 (80:20) equivalent of \$413/mt CFR, based on market feedback on freight rate premiums for deals to the Samsun region mostly being reported at \$2/mt higher on the day. The recent increase in Turkish deepsea scrap import prices, which have climbed \$23/mt since Nov. 27, has continued to drive increases in domestic and shortsea import scrap prices in Turkey.

Platts assessed Turkish imports of shortsea scrap at \$387.50/mt CFR Dec. 4, up \$10/mt on the day. "The sellers are trying to hit the jackpot ahead of the holidays," a shortsea supplier said, with reporting seller targets at \$400/mt CFR but a tradable value at \$390/mt CFR. An agent source suggested Turkish mills would be willing to pay \$385-\$390/mt CFR Dec. 4, but also noted that shortsea scrap exporters were aiming for \$400/mt CFR. Elsewhere, domestic scrap prices in Turkey have continued to rise for a fourth straight week, as some major steel mills have raised their lira-denominated domestic scrap purchase prices further amid the ongoing rise in imported scrap prices. According to steel producers' domestic scrap purchase price lists seen by S&P Global Commodity Insights, Erdemir, Eregli steel works of Turkey's largest steel producer Oyak Maden Metalurji Group, began to buy DKP grade (auto bundle) and extra grade scrap Lira 300/mt (\$10/mt) higher on Dec. 4 at Lira 11,450/mt delivered to the mill (\$396/mt). Large steel producer Colakoglu raised its lira-denominated DKP grade and extra grade domestic scrap purchase prices the same amount to Lira 11,305/mt and Lira 10,780/mt, respectively. Turkey's major long steel producer Kardemir also increased its DKP grade domestic scrap purchase price as high as Lira 11,700/mt and extra grade scrap purchase price to Lira 11,465/mt, while long steel producer Kroman also began to buy DKP grade domestic scrap higher at Lira 11,400/mt, according to the company's latest domestic scrap purchase price list. (Platts; Abdi Salad)

Market Rates

PRODUCT (WoW = Week on Week)	LAST	CHG	MTD AVG
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt) *CHG 1D*	413.00	5.00	410.50
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	592.50	5.00	590.00
US HRC CRU *CHG WoW*	968.00	1.00	897.60

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Dec-23	423	429	426
Jan-24	420	426	423
Feb-24	417	423	420
Q1-24	417	423	420
Q2-24	414	420	417
Q3-24	410	416	413

US HRC USD/short ton			
	Bid	Ask	Value
Dec-23	1035	1045	1040
Jan-24	1100	1110	1105
Feb-24	1055	1065	1060
Q1-24	1050	1060	1055
Q2-24	930	940	933
Q3-24	605	615	611

LME REBAR FOB TK			
	Bid	Ask	Value
Dec-23	595	605	600
Jan-24	605	615	610
Feb-24	604	614	609
Q1-24	604	614	609
Q2-24	602	612	607
Q3-24	601	611	606

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Dec-23	700	710	705
Jan-24	730	740	735
Feb-24	730	740	735
Q1-24	730	740	735
Q2-24	730	740	735
Q3-24	745	755	750

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Dec-23	552	562	557
Jan-24	576	586	581
Feb-24	591	601	596
Q1-24	587	597	592
Q2-24	592	602	597
Q3-24	593	603	598

BUSHELING			
	Bid	Ask	Value
Dec-23	485	495	490
Jan-24	525	535	530
Feb-24	525	535	530
Q1-24	525	535	530
Q2-24	515	525	520
Q3-24	525	535	528

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Spread Moves

SPREAD TABLE								
Metal	Front Mth	Back Mth	Current	T-1w	T-1M	T-3M	T-12M	Tight/Eased T-1w
US HRC	DEC 23	JAN 24	-75	-60	0	-13	-8	Eased
	DEC 23	FEB 24	-31	-11	28	-35	-8	Eased
	DEC 23	MAR 24	28	40	53	-45	-8	Eased
	JAN 24	FEB 24	44	49	28	-22	0	Eased
	JAN 24	MAR 24	103	100	53	-32	0	Tightened
	FEB 24	MAR 24	59	51	25	-10	0	Tightened
EU HRC	DEC 23	JAN 24	-32	-33	-5	-10	-29	Tightened
	DEC 23	FEB 24	-27	-40	-5	-5	-29	Tightened
	DEC 23	MAR 24	-27	-41	-15	-12	-29	Tightened
	JAN 24	FEB 24	5	-7	0	5	0	Tightened
	JAN 24	MAR 24	5	-8	-10	-2	0	Tightened
	FEB 24	MAR 24	0	-1	-10	-7	0	Tightened
Atlantic Spread (US-EU)	DEC 23	DEC 23	326	355	283	60	43	Eased
	JAN 24	JAN 24	369	382	278	63	22	Eased
	FEB 24	FEB 24	330	326	250	90	22	Tightened
	MAR 24	MAR 24	271	274	215	93	22	Eased
ARC Spread (Rebar - Scrap)	DEC 23	DEC 23	178	190	181	184.5	274	Eased
	JAN 24	JAN 24	186	185	193.5	184.5	270	Tightened
	FEB 24	FEB 24	179.5	191	195	186.5	270	Eased
	MAR 24	MAR 24	180	188.5	198	182.5	272.5	Eased

Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME SCRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	1039	493	714	425	556	603	Current
	1050	495	646	398	565	588	T-1W
	988	495	676	392	570	573	T-1M
	730	435	663	380	570	565	T-3M
	807	455	685	377	560	591	T-6M
	804	430	638	374	576	648	T-12M
	824	460	646	382	677	650	YTD

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